



**THOMAS L. GARTHWAITE, M.D.**  
Director and Chief Medical Officer

COUNTY OF LOS ANGELES  
DEPARTMENT OF HEALTH SERVICES  
313 N. Figueroa, Los Angeles, CA 90012  
(213) 240-8101

BOARD OF SUPERVISORS

**Gloria Molina**  
First District

**Yvonne Brathwaite Burke**  
Second District

**Zev Yaroslavsky**  
Third District

**Don Knabe**  
Fourth District

**Michael D. Antonovich**  
Fifth District

December 29, 2005

The Honorable Board of Supervisors  
County of Los Angeles  
383 Kenneth Hahn Hall of Administration  
500 West Temple Street  
Los Angeles, Ca 90012

Dear Supervisors:

**AUTHORIZATION OF EQUIPMENT PURCHASES AND APPROVAL OF  
APPROPRIATION ADJUSTMENT TO THE DEPARTMENT OF HEALTH  
SERVICES' SOUTHWEST AREA FISCAL YEAR 2005-06 BUDGET**  
(2<sup>nd</sup> District) (4 Votes)

IT IS RECOMMENDED THAT YOUR BOARD:

1. Authorize the Department of Health Services (DHS) to purchase the equipment necessary to complete and occupy the Martin Luther King, Jr./Drew Medical Center (KDMC) Operating Room Surgery Suite when the Refurbishment Project, currently under construction, is completed.
2. Authorize DHS to purchase the equipment needed by KDMC to comply with Centers for Medicare and Medicaid Services (CMS), Joint Commission on Accreditation of Healthcare Organizations (JCAHO), State Health Department (Title 22), or other regulatory agency requirements.
3. Approve the attached Request for Appropriation Adjustment to the DHS Southwest Area Fiscal Year 2005-06 Adjusted Adopted Budget to reflect various adjustments in KDMC's operating plan, funded by the additional use of \$4,294,000 from the Department's Enterprise Fund Designation.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION:

In approving the recommended actions, the Board is authorizing the Department to purchase, with additional spending authority, equipment and related supply items necessary to furnish the KDMC Operating Room Surgery Suite when the Refurbishment Project currently under construction is completed, and also providing KDMC with the needed equipment to correct the deficiencies noted during CMS, JCAHO, State licensing and other regulatory reviews of the hospital.

FISCAL IMPACT/FINANCING:

The Department is requesting to increase the budgeted appropriations for Services and Supplies (S&S), Other Charges (LAC-CAL), and Fixed Assets by \$1,085,000, \$215,000, and \$2,994,000 respectively for the equipment purchases. The increased budget appropriations will be funded by the use of designation funds in the amount of \$4,294,000.

The increased costs for S&S and Fixed Assets are one-time only, while funding for LAC-CAL payments in future fiscal years will be requested in the Department's future budget submissions.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS:

KDMC has a number of major projects under way to correct facility problems. On September 6, 2005, your Board approved the Refurbishment project for the KDMC Operating Room Surgery Suite as jointly recommended by DHS, the Department of Public Works, and the Chief Administrative Office, to correct the deficiencies cited by CMS and JCAHO. This project is under construction. The equipment to be supplied by DHS to complete this project is included in this request and is detailed in Attachment I. A major part of this project requires construction to occur on the floor immediately below the Operating Rooms, which requires the relocation of the current Labor-Delivery service and related support space. Equipment to maintain the operation of the Obstetrics program in its interim location is a critical part of the phased construction of the Operating Rooms, and will also be used when the service is returned to its current location.

The second major part of this request is equipment identified by KDMC and its consultant, Navigant, which is required to correct deficiencies of equipment or service needed to meet regulatory agency requirements or to provide required patient services. The new items, along with the essential training and monitoring of staff, will give KDMC the tools needed to eliminate many of the service problems identified. These items are detailed in Attachment II.

The Department continues its commitment to properly align the budget in accordance with annual funding needs, and continues to determine where savings can be achieved on an ongoing basis.

CONTRACTING PROCESS:

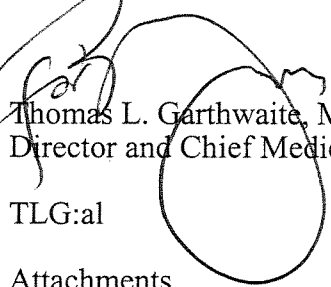
Not applicable.

IMPACT ON CURRENT SERVICES (OR PROJECTS):

Not applicable.

When approved, the Department requires three signed copies of the Board's action.

Respectfully submitted,



Thomas L. Garthwaite, M.D.  
Director and Chief Medical Officer

TLG:al

Attachments

c: Chief Administrative Officer  
County Counsel  
Executive Officer, Board of Supervisors  
Auditor-Controller

**COUNTY OF LOS ANGELES - DEPARTMENT OF HEALTH SERVICES**

(Attachment I)

Martin Luther King Jr./Drew Medical Center

FY 2005-06 Equipment List

**Equipment Required for Renovations (Directly and Indirectly)**

Description	Vendor	Units Needed	Unit Cost	Total Cost	Category
Doppler, fetal heart		3	\$200.0	\$600.0	S&S
Lead Aprons		62	225	13,950	S&S
Metro carts (open storage)	Metro	100	408	40,800	S&S
Cart, fetal monitor		8	1,200	9,600	S&S
Rigid instrument containers	Steris	60	1,334	80,040	S&S
Lights, portable delivery	Hill Rom	3	1,340	4,020	S&S
Table, exam	Enochs	3	1,450	4,350	S&S
Case carts	Metro	50	2,350	117,500	S&S
Gurney LDR		9	3,812	34,308	S&S
Cabinet, scope drying	Custom Ultrasonic	3	4,284	12,852	S&S
Educational Modules	Medcom Inc.	1	4,400	4,400	S&S
Furniture	Systems Source	N/A	N/A	66,684	S&S
<b>Total S&amp;S</b>				<b>\$389,104</b>	
Table, delivery/surgical	Steris	2	\$30,000.0	\$7,342.0	(A) LAC-CAL
Radiology PACS		3	38,000	13,950	(A) LAC-CAL
Table surgical	Steris	1	45,316	5,545	(A) LAC-CAL
Planmeca-Digital Pan &ceph oral x-ray		1	83,869	10,263	(A) LAC-CAL
Plasma Sterilizer	ASP	1	198,000	24,229	(A) LAC-CAL
Radiology Multiple archive storage server		1	376,678	46,094	(A) LAC-CAL
<b>Total Other Charges (LAC-CAL)</b>				<b>\$107,423</b>	
Planmeca Prostyle Intraoral mobile x-ray		1	\$5,448.0	\$5,448.0	Fixed Assets
Table, surgical bariatric		2	6,827	13,654	Fixed Assets
Scale, infant digital (on cart)	Olympic	2	8,068	16,136	Fixed Assets
Monitor:vital signs data passport		8	9,200	73,600	Fixed Assets
Birthing beds, Affinity	Hill Rom	6	11,759	70,554	Fixed Assets
Warmer, infant	Bear	3	15,000	45,000	Fixed Assets
Warmer, blanket/fluid		3	15,077	45,231	Fixed Assets
Scope processor	Steris	1	17,742	17,742	Fixed Assets
Warmer, patient system	Bear	3	18,170	54,510	Fixed Assets
Forklift		1	20,000	20,000	Fixed Assets
Monitor Fetal w/central system		10	20,400	204,000	Fixed Assets
Light, surgical (perOR) Harmony dual		6	24,423	146,538	Fixed Assets
Radiology film processor	Fuji XG500Plus	2	29,290	58,580	Fixed Assets
Stabilette(Resuscitaire)	Drager (800) 437-2037	3	32,971	98,913	Fixed Assets
Scrub Station	Steris	6	34,082	204,492	Fixed Assets
Plasma Coagulator	Argon	1	41,078	41,078	Fixed Assets
Giratte Omni Bed w/inbed scale		2	42,547	85,094	Fixed Assets
Transport isolette		1	65,000	65,000	Fixed Assets
Washer-Disinfector	Steris	2	99,447	198,894	Fixed Assets
Neptune System w docking station	Steris	2	124,146	248,292	Fixed Assets
Autoclave - Steam Sterilizer	Steris	3	161,141	483,423	Fixed Assets
				<b>\$2,196,179</b>	
<b>Total Equipment Required for Renovations (directly and Indirectly)</b>				<b>\$2,692,706</b>	
<b>Included in FY 05-06 Board Adopted Budget:</b>					
Other Charges (LAC-CAL)				\$120,389	(B)
Fixed Assets				15,619	(C)
<b>Total Budgeted Appropriation</b>				<b>\$136,008</b>	
<b>Net Total Equipment Required for Renovations (directly and Indirectly)</b>				<b>\$2,556,698</b>	

(A) Represents six-month LAC-CAL Payment. Please refer to BR 6.4 for payment calculation.

(B) \$120,389 was identified in the FY 05-06 Board Adopted Budget (BR 6.4) to fund the following items: NICU Patient Monitor; Physiologic System; and Vision Analyzer.

(C) \$15,619 was identified in the FY 05-06 Board Adopted Budget (BR 6.3) to fund the Sigmoidoscope.

**COUNTY OF LOS ANGELES - DEPARTMENT OF HEALTH SERVICES**

(Attachment II)

Martin Luther King Jr./Drew Medical Center

FY 2005-06 Equipment List

Description	Vendor	Units Needed	Unit Cost	Total Cost	Category
<b><u>Equipment Related to CMS/JCAHO/Critical Patient Safety Issues</u></b>					
Oto/ophthalmoscope, wall mounted		35	\$975	\$34,125	S&S
Carts: Pediatric Crash		15	1,345	20,175	S&S
IV pumps, triple		250	1,600	400,000	S&S
Scale, digital		46	3,732	171,672	S&S
Radiology Printer module/interface-Rogan	MTS Delft	6	4,827	28,962	S&S
			<b>Total S&amp;S</b>	<b>\$654,934</b>	
Monitor, physiological	GE-Phillips	8	\$27,170	\$26,598	(A) LAC-CAL
<b>Monitor, NICU</b>		18	35,715	78,668	(A) LAC-CAL
Radiographic Equipment-ED		1	150,000	18,356	(A) LAC-CAL
			<b>Total Other Charges (LAC-CAL)</b>	<b>\$123,622</b>	
Dialysis	Fresenius 2088K	3	\$22,000	\$66,000	Fixed Assets
Infant Abduction-Basic		1	200,000	200,000	Fixed Assets
			<b>Total Fixed Assets</b>	<b>\$266,000</b>	

**Total Equipment Related to CMS/JCAHO/Critical Patient Safety Issues** **\$1,044,556**

**Equipment Needed to Provide patient Services**

Vent: Vapotherm 20001	Sennifer Lee	10	\$4,116	\$41,160	S&S
			<b>Total S&amp;S</b>	<b>\$41,160</b>	
Endoscopy/Capsule		1	\$30,000	\$3,671	(A) LAC-CAL
Colonoscope	Olympus	1	30,765	3,765	(A) LAC-CAL
Med CD recording station with archive database		1	33,500	4,099	(A) LAC-CAL
Sigmoidoscope	Pentax	1	34,644	4,239	(A) LAC-CAL
Cystoscopic/endoscopic system	Storz	2	35,436	8,673	(A) LAC-CAL
Mammotome biopsy System		1	37,368	4,573	(A) LAC-CAL
Ventilator: Jet	Bunnell	6	37,606	27,611	(A) LAC-CAL
Esophageal manometry	Insight	1	44,604	5,458	(A) LAC-CAL
Gastroscope	Pentax	1	49,146	6,014	(A) LAC-CAL
Colonoscope	Pentax	1	53,475	6,544	(A) LAC-CAL
Endoscope: Radial array ultrasound	Pentax	1	69,000	8,444	(A) LAC-CAL
Physiological System (Int Med)		1	176,000	21,537	(A) LAC-CAL
			<b>Total Other Charges (LAC-CAL)</b>	<b>\$104,628</b>	
Digital MDM NO2/O2 mixer		2	\$5,313	\$10,626	Fixed Assets
Chair-Oral surgery		1	6,268	6,268	Fixed Assets
Doppler		1	9,720	9,720	Fixed Assets
Vent: BiPar vision system Adults	Tri-Amin	4	10,422	41,688	Fixed Assets
Vent: Infant	Tri-Amin Health Services	2	11,576	23,152	Fixed Assets
EKG, 12 lead	MAC 5000	10	12,500	125,000	Fixed Assets
Sigmoidoscope Video	Pentax ES3870K	2	14,800	29,600	Fixed Assets
Radioactive probe for min invasive parathyroid surgery		1	15,900	15,900	Fixed Assets
Vision Analyzer		1	17,500	17,500	Fixed Assets
Electrosurgical unit with bipolar	Valley Lab	6	21,000	126,000	Fixed Assets
Colonoscope: video	Pentax 3870LK	2	23,200	46,400	Fixed Assets
Gastroscope: Video	Pentax 3870LK	2	23,200	46,400	Fixed Assets
Laser, ophthalmology		1	24,000	24,000	Fixed Assets
Emg/NCV equipment		1	24,747	24,747	Fixed Assets
			<b>Total fixed Assets</b>	<b>\$547,001</b>	

**Total Equipment Needed to Provide Patient Services** **\$692,789**

(A) Represents six-month LAC-CAL Payment. Please refer to BR 6.4 for payment calculation.

**COUNTY OF LOS ANGELES - DEPARTMENT OF HEALTH SERVICES**  
**Martin Luther King Jr./Drew Medical Center**

(Summary)

FY 2005-06 Equipment List

**Equipment Required for Renovations (Directly and Indirectly):**

S&S	\$389,104
Other Charges (LAC-CAL)	107,423
Fixed Assets	2,196,179
Subtotal	<u>\$2,692,706</u>

**Equipment Related to CMS/JCAHO/Critical Patient Safety Issues:**

S&S	\$654,934
Other Charges (LAC-CAL)	123,622
Fixed Assets	266,000
Subtotal	<u>\$1,044,556</u>

**Equipment Needed to Provide Patient Services:**

S&S	\$41,160
Other Charges (LAC-CAL)	104,628
Fixed Assets	547,001
Subtotal	<u>\$692,789</u>

**Total Equipment Requirement:**

S&S	\$1,085,198
Other Charges (LAC-CAL)	335,673
Fixed Assets	3,009,180
Total Equipment Requirement	<u>\$4,430,051</u>

**Included in FY 05-06 Board Adopted Budget:**

Other Charges (LAC-CAL)	\$120,389 <sup>(1)</sup>
Fixed Assets	15,619 <sup>(2)</sup>
Total Available Funding	<u>\$136,008</u>

<b><u>Net Financial Impact</u></b>	
S&S	\$1,085,198
Other Charges (LAC-CAL)	215,284
Fixed Assets	2,993,561
Net Financial Impact	<u>\$4,294,043</u>

<sup>(1)</sup> \$120,389 was identified in the FY 05-06 Board Adopted Budget (BR 6.4) to fund the following items: NICU Patient Monitor; Physiologic System; and Vision Analyzer.

<sup>(2)</sup> \$15,619 was identified in the FY 05-06 Board Adopted Budget (BR 6.3) to fund the Sigmoidoscope.

COUNTY OF LOS ANGELES  
REQUEST FOR APPROPRIATION ADJUSTMENTDEPT'S.  
No.

DEPARTMENT OF HEALTH SERVICES

27  
DECEMBER 27 19 2005

## AUDITOR-CONTROLLER.

THE FOLLOWING APPROPRIATION ADJUSTMENT IS DEEMED NECESSARY BY THIS DEPARTMENT. WILL YOU PLEASE REPORT AS TO ACCOUNTING AND AVAILABLE BALANCES AND FORWARD TO THE CHIEF ADMINISTRATIVE OFFICER FOR HIS RECOMMENDATION OR ACTION.

## ADJUSTMENT REQUESTED AND REASONS THEREFOR

4-VOTESOURCESUSES

Please see attachment for details.

Please see attachment for details.

Justification:

This adjustment is needed to increase Southwest Area's S&S (\$1.085 M), Other Charges (\$0.215 M), and Fixed Assets (\$2.994 M) appropriation authority to fund equipments and supplies critically needed for safe patient care, the completion of the current renovation projects, and compliance with regulatory requirements associated with JCAHO standards and CMS Conditions of Participation. A total financial need for the equipments purchase is \$4.294 M, and will be covered by using the designation funds of the Department.

 12/27/05  
 Brian Munoz, Chief DHS-Controller's Division

CHIEF ADMINISTRATIVE OFFICER'S REPORT

REFERRED TO THE CHIEF  
ADMINISTRATIVE OFFICER FOR—

ACTION

✓ RECOMMENDATION

APPROVED AS REQUESTED

AS REVISED

DECEMBER 28, 2005

DAVID E. JAKSEV  
CHIEF ADMINISTRATIVE OFFICERAPPROVED (AS REVISED):  
BOARD OF SUPERVISORS

19

AUDITOR-CONTROLLER BY

Helen Fung

No. 216

12-28 2005 19

BY

DEPUTY COUNTY CLERK

**DEPARTMENT OF HEALTH SERVICES**  
**BUDGET ADJUSTMENT**  
**FISCAL YEAR 2005-06**

**4-VOTE**

**SOURCES:**

DHS Enterprise Fund  
Designation for DHS  
MN2-HS-60070-3078 4,294,000

Southwest Cluster (MLK/D Medical Center)  
Operating Transfer In  
MN5-HK-60030-9911 4,294,000

**USES:**

Southwest Cluster (MLK/D Medical Center)  
Services and Supplies  
MN5-HK-60030-2000 \$ 1,085,000

Southwest Cluster (MLK/D Medical Center)  
Other Charges  
MN5-HK-60030-5500 215,000


Southwest Cluster (MLK/D Medical Center)  
Fixed Assets  
MN5-HK-60030-6030 2,994,000

DHS Enterprise Fund  
Operating Transfer Out  
MN2-HS-60070-6100 4,294,000

Total \$ 8,588,000

Total \$ 8,588,000

NOTED AND APPROVED

  
Efrain Munoz, Chief  
DHS-Controller's Division